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And Kevin Farrell

IN THE UNITED STATES DISTRICT COURT
FOR THE CENTRAL DISTRICT OF CALIFORNIA
SOUTHERN DIVISION

I-FLOW CORPORATION, a Delaware
corporation,

Plaintiff,

v.

WEST COAST AESTHETICS, a
California corporation; TKJ GROUP,
INC., a California corporation; KEVIN
FARRELL, an Individual,

Defendants.

AND RELATED COUNTERCLAIMS

Civil Action No.
SACV08-00784 AG (RNBx)

~~PROPOSED~~ STIPULATED
PROTECTIVE ORDER

Honorable Ronald N. Block

1 The Court recognizes that at least some of the documents and information
2 (“materials”) being sought through discovery in the above-captioned action are,
3 for competitive reasons, normally kept confidential by the parties. The parties
4 have agreed to be bound by the terms of this Protective Order (“Order”) in this
5 action.

6 The materials to be exchanged throughout the course of the litigation
7 between the parties may contain trade secret or other confidential research,
8 technical, cost, price, marketing or other commercial information, as is
9 contemplated by Federal Rule of Civil Procedure 26(c)(7). The purpose of this
10 Order is to protect the confidentiality of such materials as much as practical
11 during the litigation. THEREFORE:

12 **DEFINITIONS**

13 1. The term “Confidential Information” shall mean and include
14 information contained or disclosed in any materials (regardless of how
15 generated, stored or maintained), including documents, portions of documents,
16 answers to interrogatories, responses to requests for admissions, trial testimony,
17 deposition testimony, and transcripts of trial testimony and depositions,
18 including data, summaries, and compilations derived therefrom that is deemed
19 to be confidential information by any party to which it belongs.

20 2. The term “materials” shall include, but shall not be limited to:
21 documents; correspondence; memoranda; bulletins; blueprints; e-mails;
22 databases; spreadsheets; specifications; customer lists or other material that
23 identify customers or potential customers; price lists or schedules or other
24 matter identifying pricing; minutes; telegrams; letters; statements; cancelled
25 checks; contracts; invoices; drafts; books of account; worksheets; notes of
26 conversations; desk diaries; appointment books; expense accounts; recordings;
27 photographs; motion pictures; compilations from which information can be
28 obtained and translated into reasonably usable form through detection devices;

1 sketches; drawings; notes (including laboratory notebooks and records); reports;
2 instructions; disclosures; other writings; models and prototypes and other
3 physical objects.

4 3. The term “counsel” shall mean outside counsel of record, and other
5 attorneys, paralegals, secretaries, and other support staff employed in the law
6 firms identified below:

7 Knobbe, Martens, Olson & Bear, LLP and Stahl Law Firm.

8 **GENERAL RULES**

9 4. Each party to this litigation that produces or discloses any
10 materials, answers to interrogatories, responses to requests for admission, trial
11 testimony, deposition testimony, and transcripts of trial testimony and
12 depositions, or information that the producing party believes should subject to
13 this Protective Order may designate the same as “CONFIDENTIAL” or
14 “HIGHLY CONFIDENTIAL – ATTORNEYS’ EYES ONLY.”

15 a. Designation as “CONFIDENTIAL”: Any party may
16 designate information as “CONFIDENTIAL” only if, in the good faith belief of
17 such party and its counsel, the unrestricted disclosure of such information could
18 be potentially prejudicial to the business or operations of such party.

19 b. Designation as “HIGHLY CONFIDENTIAL –
20 ATTORNEYS’ EYES ONLY”: Any party may designate information as
21 “HIGHLY CONFIDENTIAL – ATTORNEYS’ EYES ONLY” only if, in the
22 good faith belief of such party and its counsel, the information is among that
23 considered to be most sensitive by the party, including but not limited to trade
24 secret or other confidential research, development, financial or other
25 commercial information. Upon request by another party, a producing party shall
26 provide the basis for a designation of "HIGHLY CONFIDENTIAL –
27 ATTORNEYS' EYES ONLY" within 5 days. If the designation is not
28 explained to the satisfaction of the objecting party, or if there is no response

1 within 5 days, the receiving party may move the court to remove or change the
2 designation. For the purposes of any motion, the burden of proving the
3 appropriateness of the designation will fall on the designating party. Any motion
4 challenging a designation must be made in strict compliance with Local Rules
5 37-1 and 37-2 (including the Joint Stipulation requirement).

6 5. A producing party shall have the option of either (a) producing
7 copies of all responsive documents to the receiving party, or (b) producing all
8 responsive documents for inspection and copying by the receiving party. If a
9 producing party elects option (a), the producing party shall in advance of the
10 production mark the copies of those documents that contain Confidential
11 Information with the appropriate confidentiality marking. Moreover, the cost of
12 copying the set of documents being produced shall be borne by the producing
13 party. If a producing party elects option (b), and if the receiving party chooses to
14 conduct an inspection, no marking need be made by the producing party in
15 advance of the initial inspection. For purposes of an initial inspection, all
16 documents produced shall be considered as "HIGHLY CONFIDENTIAL –
17 ATTORNEYS' EYES ONLY," and shall be treated as such pursuant to the
18 terms of this Order. Thereafter, upon selection of specified documents for
19 copying by the inspecting party at the inspecting party's expense, the producing
20 party shall, within a reasonable time prior to producing those documents to the
21 inspecting party, mark the copies of those documents that contain Confidential
22 Information with the appropriate confidentiality marking. If the receiving party
23 chooses not to conduct an inspection, and instead chooses to copy at its own
24 expense all of the documents produced by the producing party, the producing
25 party shall make all documents available for copying without selection of
26 specified documents by the receiving party after marking the documents that
27 contain Confidential Information with the appropriate confidentiality marking.

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1 All costs and fees associated with producing documents or making documents
2 available for inspection and/or copying shall be borne by the producing party.

3 6. Whenever a deposition taken on behalf of any party involves a
4 disclosure of Confidential Information of any party:

5 a. said deposition or portions thereof shall be designated as
6 containing Confidential Information subject to the provisions
7 of this Order; such designation shall be made on the record
8 whenever possible, but a party may designate portions of
9 depositions as containing Confidential Information after
10 transcription of the proceedings; a party shall have until
11 fifteen (15) days after receipt of the deposition transcript to
12 inform the other party or parties to the action of the portions
13 of the transcript designated "CONFIDENTIAL" or
14 "HIGHLY CONFIDENTIAL – ATTORNEYS' EYES
15 ONLY;"

16 the disclosing party shall have the right to exclude from attendance
17 at said deposition, during such time as the Confidential Information
18 is to be disclosed, any person other than the deponent, counsel
19 (including their staff and associates), the court reporter, and the
20 person(s) agreed upon pursuant to Paragraphs 7 or 8 below; all
21 persons in attendance at a deposition must be identified on the
22 record, if requested by a party; and

23 b. the originals of said deposition transcripts and all copies
24 thereof shall bear the legend "CONFIDENTIAL" or
25 "HIGHLY CONFIDENTIAL – ATTORNEYS' EYES
26 ONLY," as appropriate, and the original or any copy
27 ultimately presented to a court for filing shall not be filed
28 unless it can be accomplished under seal, identified as being

1 subject to this Order, and protected from being opened
2 except by order of this Court.

3 7. All Confidential Information designated as "CONFIDENTIAL"
4 produced pursuant to this Order may be disclosed or made available only to the
5 Court, to outside counsel (as defined in Paragraph 3) for a party (including the
6 paralegal, clerical, secretarial, and other staff associated with such counsel), and
7 to the "qualified persons" designated as follows:

8 (a) a party, or an officer, director, in-house counsel, or employee
9 of a party, deemed necessary by outside counsel to aid in the prosecution,
10 defense, or settlement of this action, limited as follows:

11 (b) independent experts retained by outside counsel to assist in the
12 prosecution, defense, or settlement of this action;

13 (c) paralegals, stenographic and clerical employees, and
14 translators associated with subparagraph (a), but only as part of a
15 disclosure to said persons in accordance with this stipulation and order;

16 (d) judges, law clerks, court reporters, and other clerical
17 personnel of the Court before which this action is pending; and

18 (e) any other person as to whom the parties in writing agree.

19 8. All Confidential Information designated as "HIGHLY
20 CONFIDENTIAL – ATTORNEYS' EYES ONLY" produced pursuant to this
21 Order may be disclosed or made available only to the Court, to outside counsel
22 (as defined in Paragraph 3) for a party (including the paralegal, clerical,
23 secretarial, and other staff associated with such counsel), and to the "qualified
24 persons" designated as follows:

25 (a) independent experts retained by outside counsel to assist in
26 the prosecution, defense, or settlement of this action;

27 (b) judges, law clerks, court reporters, and other clerical
28 personnel of the Court before which this action is pending; and,

1 (c) any other person as to whom the parties in writing agree.

2 9. Prior to receiving any Confidential Information, whether
3 designated "CONFIDENTIAL" or "HIGHLY CONFIDENTIAL –
4 ATTORNEYS' EYES ONLY," each "qualified person" defined in Paragraphs
5 7(a) or (e) above shall be provided with a copy of this Order and shall execute a
6 Nondisclosure Agreement in the form of Attachment A. A copy of the executed
7 Nondisclosure Agreement shall be provided to opposing counsel upon request.
8 In the case of a "qualified person" defined in Paragraph 7(a) above, a copy of
9 the executed Nondisclosure Agreement shall not be provided in response to a
10 request unless and until such person is designated as a testifying witness.

11 10. Materials designated "CONFIDENTIAL" or "HIGHLY
12 CONFIDENTIAL – ATTORNEYS' EYES ONLY," shall not be disclosed by
13 the receiving party to anyone other than those persons designated herein and
14 shall be handled in the manner set forth below and, in any event, shall not be
15 used for any purpose other than in connection with this litigation, unless and
16 until such designation is removed either by agreement of the parties, or by order
17 of the Court.

18 11. With respect to material designated "CONFIDENTIAL" or
19 "HIGHLY CONFIDENTIAL – ATTORNEYS' EYES ONLY," any person
20 indicated on the face of the document to be its originator, author or a recipient
21 of a copy thereof, may be shown the same.

22 12. All information which has been designated as "CONFIDENTIAL"
23 or "HIGHLY CONFIDENTIAL – ATTORNEYS' EYES ONLY" by the
24 producing or disclosing party, and any and all reproductions thereof, shall be
25 retained in the custody of the counsel for the receiving party identified in
26 Paragraph 3, except that independent experts authorized to view such
27 information under the terms of this Order may retain custody of copies such as
28 are necessary for their participation in this litigation.

1 13. Before any materials produced in discovery, answers to
2 interrogatories, responses to requests for admissions, deposition transcripts, or
3 other documents which are designated as Confidential Information are filed with
4 the Court for any purpose, the party seeking to file such material shall seek
5 permission of the Court to file said material under seal. The parties will follow
6 and abide by applicable law, including L.R. 79-5, with respect to filing
7 documents under seal in this Court. Nothing shall be filed under seal, and the
8 court shall not be required to take any action, without separate prior order by the
9 Judge before whom the hearing or proceeding will take place, after application
10 by the affected party with appropriate notice to opposing counsel.

11 14. At any stage of these proceedings, any party may object to a
12 designation of the materials as Confidential Information. The party objecting to
13 confidentiality shall notify, in writing, counsel for the designating party of the
14 objected-to materials and the grounds for the objection. If the dispute is not
15 resolved consensually between the parties within five days, the objecting party
16 may move the Court for a ruling on the objection. The materials at issue shall
17 be treated as Confidential Information, as designated by the designating party,
18 until the Court has ruled on the objection or the matter has been otherwise
19 resolved. Any motion challenging a designation must be made in strict
20 compliance with Local Rules 37-1 and 37-2 (including the Joint Stipulation
21 requirement).

22 15. All Confidential Information shall be held in confidence by those
23 inspecting or receiving it, and shall be used only for purposes of this action.
24 Counsel for each party, and each person receiving Confidential Information
25 shall take reasonable precautions to prevent the unauthorized or inadvertent
26 disclosure of such information. If Confidential Information is disclosed to any
27 person other than a person authorized by this Order, the party responsible for the
28 unauthorized disclosure must immediately bring all pertinent facts relating to

1 the unauthorized disclosure to the attention of the other parties and, without
2 prejudice to any rights and remedies of the other parties, make every effort to
3 prevent further disclosure by the party and by the person(s) receiving the
4 unauthorized disclosure.

5 16. No party shall be responsible to another party for disclosure of
6 Confidential Information under this Order if the information in question is not
7 labeled or otherwise identified as such in accordance with this Order.

8 17. If a party, through inadvertence, produces any Confidential
9 Information without labeling or marking or otherwise designating it as such in
10 accordance with this Order, the designating party may give written notice to the
11 receiving party that the document or thing produced is deemed Confidential
12 Information, and that the document or thing produced should be treated as such
13 in accordance with that designation under this Order. The receiving party must
14 treat the materials as confidential, once the designating party so notifies the
15 receiving party. If the receiving party has disclosed the materials before
16 receiving the designation, the receiving party must notify the designating party
17 in writing of each such disclosure. Counsel for the parties shall agree on a
18 mutually acceptable manner of labeling or marking the inadvertently produced
19 materials as "CONFIDENTIAL" or "HIGHLY CONFIDENTIAL –
20 ATTORNEYS' EYES ONLY" - SUBJECT TO PROTECTIVE ORDER.

21 18. Nothing herein shall prejudice the right of any party to object to the
22 production of any discovery material on the grounds that the material is
23 protected as privileged or as attorney work product.

24 19. Nothing in this Order shall bar counsel from rendering advice to
25 their clients with respect to this litigation and, in the course thereof, relying
26 upon any information designated as Confidential Information, provided that the
27 contents of the information shall not be disclosed.

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1 20. This Order shall be without prejudice to the right of any party to
2 oppose production of any information for lack of relevance or any other ground
3 other than the mere presence of Confidential Information. The existence of this
4 Order shall not be used by either party as a basis for discovery that is otherwise
5 improper under the Federal Rules of Civil Procedure.

6 21. Nothing herein shall be construed to prevent disclosure of
7 Confidential Information if such disclosure is required by law or by order of the
8 Court.

9 22. Upon final termination of this action, including any and all appeals,
10 counsel for each party shall, upon request of the producing party, return all
11 Confidential Information to the party that produced the information, including
12 any copies, excerpts, and summaries thereof, or shall destroy same at the option
13 of the receiving party, and shall purge all such information from all machine-
14 readable media on which it resides. Notwithstanding the foregoing, counsel for
15 each party may retain all pleadings, briefs, memoranda, motions, and other
16 documents filed with the Court that refer to or incorporate Confidential
17 Information, and will continue to be bound by this Order with respect to all such
18 retained information. Further, attorney work product materials that contain
19 Confidential Information need not be destroyed, but, if they are not destroyed,
20 the person in possession of the attorney work product will continue to be bound
21 by this Order with respect to all such retained formation.

22 23. The restrictions and obligations set forth herein shall not apply to
23 any information that: (a) the parties agree should not be designated Confidential
24 Information; (b) the parties agree, or the Court rules, is already public
25 knowledge; (c) the parties agree, or the Court rules, has become public
26 knowledge other than as a result of disclosure by the receiving party, its
27 employees, or its agents in violation of this Order; or (d) has come or shall come
28 into the receiving party's legitimate knowledge independently of the production

1 by the designating party. Prior knowledge must be established by pre-
2 production documentation.

3 24. The restrictions and obligations herein shall not be deemed to
4 prohibit discussions of any Confidential Information with anyone if that person
5 already has or obtains legitimate possession thereof.


6 25. Transmission by facsimile or email is acceptable for all notification
7 purposes herein unless otherwise specified.

8 26. The Court may modify the protective order in the interests of
9 justice or for public policy reasons.

10 27. The Court may modify the terms and conditions of this Order for
11 good cause, or in the interest of justice, or on its own order at any time in these
12 proceedings. The parties prefer that the Court provide them with notice of the
13 Court's intent to modify the Order and the content of those modifications, prior
14 to entry of such an order.

15 28. Nothing in this protective order shall be construed as authorizing a
16 party to disobey a lawful subpoena issued in another action.

17
18 IT IS SO ORDERED this 8th day of October, 2009.

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21 _____
22 Honorable Robert N. Block
23 United States Magistrate Judge
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EXHIBIT A

IN THE UNITED STATES DISTRICT COURT
FOR THE CENTRAL DISTRICT OF CALIFORNIA
SOUTHERN DIVISION

I-FLOW CORPORATION, a Delaware
corporation,

Plaintiff,

v.

WEST COAST AESTHETICS, a
California corporation; TKJ GROUP,
INC., a California corporation; KEVIN
FARRELL, an Individual,

Defendants.

AND RELATED COUNTERCLAIMS

Civil Action No.
SACV08-00784 AG (RNBx)

**AGREEMENT TO BE
BOUND BY THE
PROTECTIVE ORDER**

I, _____, declare and say that:

1. I am employed as _____ by
_____.

2. I have read the Protective Order entered in I-Flow Corporation V.
West Coast Aesthetics, et al. Case No. SACV08-00784 AG (RNBx), and have
received a copy of the Protective Order.

3. I promise that I will use any and all “Confidential” or “Highly
Confidential – Attorneys’ Eyes Only” information, as defined in the Protective
Order, given to me only in a manner authorized by the Protective Order, and
only to assist counsel in the litigation of this matter.

4. I promise that I will not disclose or discuss such “Confidential” or
“Highly Confidential – Attorneys’ Eyes Only” information with anyone other

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1 than the persons described in accordance with Paragraphs 3, 4 7, and 8 of the
2 Protective Order.

3 5. I acknowledge that, by signing this agreement, I am subjecting
4 myself to the jurisdiction of the United States District Court for the Central
5 District of California with respect to enforcement of the Protective Order.

6 6. I understand that any disclosure or use of "Confidential" or
7 "Highly Confidential – Attorneys' Eyes Only" information in any manner
8 contrary to the provisions of the Protective Order may subject me to sanctions
9 for contempt of court.

10 I declare under penalty of perjury that the foregoing is true and correct.

11 Executed this _____ day of _____, 2009 at _____,
12 _____.

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